

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House  
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**FISCAL IMPACT STATEMENT**

**LS 6170**

**BILL NUMBER: SB 53**

**DATE PREPARED:** Nov 4, 2000

**BILL AMENDED:**

**SUBJECT:** Grants for contract air traffic control towers.

**FISCAL ANALYST:** James Sperlik

**PHONE NUMBER:** 232-9866

**FUNDS AFFECTED:** ☒ **GENERAL**  
☒ **DEDICATED**  
**FEDERAL**

**IMPACT:** State & Local

STATE IMPACT	FY 2001	FY 2002	FY 2003
State Revenues			
State Expenditures		500,000	
Net Increase (Decrease)		(500,000)	

**Summary of Legislation:** This bill creates the Contract for Services Fund to provide grants for nonfederal contract air traffic control towers. It provides that the fund is administered by the Indiana Department of Transportation (INDOT). The bill provides that each grant from the fund must be at least \$100,000. It allows for additional funding for each grant under a formula using a cost benefit ratio from the United States Department of Transportation. The bill requires the INDOT to determine the amount needed in the fund each year. It provides for an annual appropriation to the fund from the State General Fund. The bill appropriates \$500,000 in initial funding from the State General Fund.

**Effective Date:** July 1, 2001.

**Explanation of State Expenditures:** This bill appropriates \$500,000 from the State General Fund to the Contract for Services Fund for the period beginning July 1, 2001, and ending June 30, 2002. The INDOT is to determine the amount necessary to provide at least the minimum grant of \$100,000 to each eligible entity that fully complies with the provisions of the bill. There also is annually appropriated from the State General Fund to the Contract for Services Fund an amount sufficient to comply with the necessary amount as determined by the INDOT. The INDOT is to administer the newly created fund. The fund affected for the INDOT is the State Highway Fund. Money in the newly created fund does not revert to the State General Fund at the end of a state fiscal year.

Currently, there are five airports which would qualify for assistance under this proposal. They are the following: (1) Muncie; (2) Columbus; (3) Elkhart; (4) Anderson; and (5) Bloomington.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Department of Transportation.

**Local Agencies Affected:** Eligible airports.

**Information Sources:** Bart Giesler, Indiana Airport Association, 297-5847.